

FILED IN THE
U.S. DISTRICT COURT
EASTERN DISTRICT OF WASHINGTON

Aug 27, 2019

SEAN F. MCAVOY, CLERK

UNITED STATES DISTRICT COURT
EASTERN DISTRICT OF WASHINGTON

UNITED STATES OF AMERICA, ex
rel. SALINA SAVAGE, qui tam as
Relator, and SAVAGE LOGISTICS
LLC,

Plaintiffs,

v.

WASHINGTON CLOSURE
HANFORD LLC; PHOENIX
ENTERPRISES NW LLC; PHOENIX
ABC JOINT VENTURE; and
ACQUISITION BUSINESS
CONSULTANTS,

Defendants.

No. 2:10-cv-05051-SMJ

**ORDER GRANTING RELATOR'S
MOTION FOR ATTORNEY FEES,
COSTS, AND EXPENSES**

Before the Court is Relator Salina Savage's motion for an award of attorney fees, relator's expenses, and costs, ECF No. 500. On May 11, 2010, Relator brought this *qui tam* action on behalf of the United States in part to prosecute Defendant Washington Closure Hanford LLC's (hereinafter "Defendant") alleged violations of the False Claims Act (FCA), 31 U.S.C. § 3729. ECF No. 1. More than three years later, the United States, through the Department of Justice (DOJ), partially intervened. ECF No. 157. On June 7, 2018, more than eight years after Relator

1 initially brought suit, the parties entered into a settlement agreement resolving
2 certain claims for \$3,200,000. ECF No. 470-1. As part of that settlement, Defendant
3 agreed that Relator is entitled to an award of reasonable attorney fees, costs, and
4 expenses. *Id.* at 9. On July 16, 2018, the Court dismissed all remaining claims,
5 including those against other Defendants, based on the parties' stipulation in
6 accordance with their settlement agreement. ECF No. 471. The Court retained
7 continuing jurisdiction to adjudicate the parties' dispute regarding attorney fees,
8 costs, and expenses. *Id.* at 2.

9 Relator now seeks \$1,915,670 in attorney fees and \$207,476.82 in costs and
10 expenses, for a total award of \$2,123,146.82. ECF No. 529 at 28. Defendant
11 opposes Relator's motion, asserting that she should recover no more than
12 \$307,394.60. ECF No. 513 at 2. After reviewing the parties' filings,¹ the record, and
13 the relevant legal authorities, the Court finds good cause to grant Relator's motion
14 and awards **\$1,223,402.50** in attorney fees, and **\$186,036.34** in costs and expenses,
15 for a total award of **\$1,409,438.84**.

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18 ¹At the outset, the Court strikes the filing captioned "Relator's Objections to
19 Evidence Submitted In Opposition to Relator's Fee Petition," ECF No. 534. The
20 Court already granted Relator's request to file an overlength Reply—an opportunity
Relator took full advantage of. *See* ECF No. 529. The "Objections" filing appears
to be nothing more than an attempted end-run around this already increased page
limit in an effort to put forth further substantive arguments, a gambit Relator's
counsel has already made once before. *See* ECF No. 479.

LEGAL STANDARD

A relator who prevails on claims brought under the FCA is entitled to recover “reasonable expenses which the court finds to have been necessarily incurred, plus reasonable attorneys’ fees and costs.” 31 U.S.C. § 3730(d)(1)–(2). Such an amount “shall be awarded against the defendant.” *Id.* Because Relator requests awards of attorney fees as well as costs and expenses, the Court addresses each in turn.

DISCUSSION

A. Attorney Fees

An award of statutory attorney fees is calculated by the “lodestar method.” *City of Burlington v. Dague*, 505 U.S. 557, 559 (1992). The lodestar is the product of the number of hours reasonably expended on the litigation multiplied by a reasonable hourly rate. *Id.* (citing *Pennsylvania v. Delaware Valley Citizens’ Council for Clean Air*, 478 U.S. 565 (1986)). The burden is on the fee applicant to document the number of hours reasonably expended, and to establish a reasonable hourly rate. *Hensley*, 461 U.S. at 437. The opposing party bears a burden of rebuttal “that requires submission of evidence . . . challenging the accuracy and reasonableness of the hours charged or the facts asserted” by the fee applicant. *Gates v. Deukmejian*, 987 F.2d 1392, 1397–98 (9th Cir. 1992) The lodestar is presumptively reasonable—only in “rare” cases will the Court modify it. *Id.* at 1402. Ultimately, a reasonable fee is one “that is sufficient to induce a capable

1 attorney to undertake the representation of a meritorious” FCA claim, *Perdue v.*
2 *Kenny A. ex rel. Winn*, 559 U.S. 542, 552 (2010), and reflects the “level of success
3 achieved” by the prevailing party, *A.D. v. Cal. Hwy. Patrol*, 712 F.3d 446, 460 (9th
4 Cir. 2013).

5 Relator seeks attorney fees both for time spent on litigating the merits of her
6 FCA claims (the “merits phase” of the litigation) and for time spent litigating this
7 fee application (the “fees phase” of the litigation). Both require calculation of an
8 independent lodestar, and so the Court addresses each phase separately.

9 **1. Merits Phase**

10 The Court first turns to an award of fees for the work of Relator’s attorneys
11 during the merits phase of the litigation.

12 **a. Hours expended**

13 The first factor of the lodestar is the number of hours “reasonably” expended
14 by counsel on the litigation. *Hensley*, 461 U.S. at 432. Hours are reasonable when,
15 “in light of the circumstances, the time could reasonably have been billed to a
16 private client.” *Moreno v. City of Sacramento*, 534 F.3d 1106, 1111 (9th Cir. 2008)
17 (citing *Hensley*, 461 U.S. at 432). The Court will not award attorney fees, however,
18 for hours that are “excessive, redundant, or otherwise unnecessary.” *Hensley*, 461
19 U.S. at 434. “By and large, the court should defer to the winning lawyer’s
20

professional judgment as to how much time he was required to spend on a case.”
Moreno, 534 F.3d at 1112.

Relator asserts that her attorneys and support staff expended 2229.25 hours on the merits phase of this litigation. ECF No. 529 at 28. Defendant argues that this figure should be reduced on three different bases.

i. Reduction for “Unrelated” Claims

First, Defendant asserts Relator’s hours should be reduced to exclude time spent on “unrelated” claims. *See* ECF No. 513 at 16–18. Hours spent on an “unrelated,” unsuccessful claim must be excluded from the lodestar, while time spent on a claim “related” to one on which a fee applicant prevails is compensable, even if the claim itself does not result in recovery. *Thorne v. City of El Segundo*, 802 F.2d 1131, 1141. “[T]he test is whether relief sought on the unsuccessful claim ‘is intended to remedy a course of conduct entirely distinct and separate from the course of conduct that gave rise to the injury on which the relief granted is premised.’” *Id.* (quoting *Mary Beth G. v. City of Chicago*, 723 F.2d 1263, 1279 (7th Cir. 1983)).

Defendant asserts that the Court should reduce the lodestar by 733.5 hours to account for time spent on “unrelated” claims arising out of the initial Truck and Pup (“T&P”) subcontract. ECF No. 513 at 17. Relator initially brought claims alleging that Defendant improperly awarded the initial T&P subcontract to a company

ineligible for the award because it was not a proper small business. *See* ECF No. 1 at 1–2. These FCA claims were subsequently dismissed because, although the company to which Defendant awarded the subcontract was, in fact, ineligible for the award, Defendant did not claim small-business credit for doing so, and thus no FCA violation occurred. ECF No. 267 at 28. However, the T&P subcontract was later modified to include additional work for which Defendant *did* claim small-business credit. *Id.* at 11. The United States later intervened in Relator’s FCA claims with respect to the modified T&P subcontract. *See* ECF No. 157 at 15. Those claims survived dismissal, *see* ECF No. 267 at 27, and they were included in the subsequent settlement between the parties, *see* ECF No. 470-1 at 3.

The Court thus finds that Relator’s claims based on the initial and modified T&P subcontract were not so unrelated as to require reducing the lodestar by the time spent on the initial T&P subcontract. The conduct based on which the United States later recovered—Defendant’s allegedly fraudulent receipt of small-business credit for the T&P subcontract, as modified—and Relator’s claims based on that subcontract prior to modification both stem from a “common core of facts,”² and involve closely related, if not identical, legal theories. *Thorne*, 802 F.2d at 1131

² Indeed, in dismissing Relator’s FCA claims based on the initial T&P subcontract, the Court expressly noted their “relevance” to the modified T&P subcontract. ECF No. 267 at 28, n.12.

(citing *Hensley*, 461 U.S. at 434). Accordingly, Relator is entitled to fees for hours spent pursuing FCA claims related to the initial T&P subcontract.

ii. Reduction for Time Spent Against Other Defendants

The Court also declines to reduce the hours claimed by Relator to account for time spent litigating against other Defendants, including against Defendants FE&C and Sage Tec, with whom Relator settled separately. ECF No. 513 at 18. Defendant argues that the failure to do so would amount to “double recovery” for Relator—once from Defendant and once from its two co-Defendants. ECF 513 at 19. But Relator already reduced the proposed lodestar by \$145,000 to account for that settlement. ECF No. 529 at 28. Thus, to also reduce the hours component of the lodestar would result in both a dollar-for-dollar and hour-for-hour reduction, *i.e.*, a *double deduction* for Defendant. ECF No. 529 at 18.

Defendant also argues that Relator should not recover fees for time spent litigating against its dismissed co-Defendants with whom Relator did not settle. The Court declines to do so, both because there is no principled basis to quantify the hours spent on individual Defendants involved in an interrelated scheme, and because this matter is likely one in which imposition of attorney fees jointly and severally is appropriate. *See DeLew v. Nevada*, No. 2:00-CV-00460-LRL, 2010 WL 11636127, at *5 (D. Nev. Jan. 7, 2010).

1 **iii. Reduction for “Limited Role” Post-Intervention**

2 Finally, the Court will not reduce the numbers of hours for which Relator is
3 awarded fees to account for her “limited role” in the litigation after DOJ intervened.
4 ECF No. 513 at 20. For one, the Court believes that Relator’s reduced post-
5 intervention role is adequately reflected in the number of hours expended during
6 that phase. ECF No. 500 at 11; *see also Perdue*, 559 U.S. at 553. Moreover,
7 although DOJ may have taken a leading role in the litigation, Defendant has failed
8 to show that Relator’s post-intervention efforts were “unnecessary,” and the Court
9 therefore finds the requested reduction to those hours unwarranted. *Hensley*, 461
10 U.S. at 434. Likewise, the Court will not deduct 70.5 hours Relator spent preparing
11 a motion to compel that was never filed. *See* ECF No. 513 at 20. Relator
12 persuasively argues the motion was only rendered unnecessary once DOJ
13 intervened and Defendant adopted a more cooperative approach to discovery, at
14 which point the time and effort preparing the motion had already been spent. ECF
15 No. 529 at 20; 530 at 12–13.

16 Accordingly, the Court finds that all 2229.25 hours for which Relator seeks
17 an award of fees were reasonably expended.

18 **b. Reasonable hourly rate**

19 The second component of the lodestar, the reasonable hourly rate, is
20 determined by the “rate prevailing in the community for similar work performed by

attorneys of comparable skill, experience, and reputation.” *Camacho*, 523 F.3d at 979. The fee applicant bears the burden of establishing the “market rate” by “satisfactory evidence,” which may include “affidavits of the plaintiffs’ attorney[s] and other attorneys regarding prevailing fees in the community.” *United Steelworkers of Am. v. Phelps Dodge Corp.*, 896 F.2d 403, 407 (9th Cir. 1990). Thus, setting a reasonable hourly rate requires the Court first to decide which is the relevant community, and then to determine the prevailing market rate in that community.

i. Relevant community

The relevant community is generally the forum in which the district court sits. *Barjon v. Dalton*, 132 F.3d 496, 500 (9th Cir. 1997). The Court may apply non-forum rates, however, where “local counsel was unavailable, either because they are unwilling or unable to perform because they lack the degree of experience, expertise, or specialization required to handle properly the case.” *Gates*, 987 F.2d at 1405.

Under the forum rule, the Court would look to the prevailing market rate in eastern Washington. *Barjon*, 132 F.3d at 496. Relator, however, urges the Court to apply the prevailing market rate in Seattle, Washington, where Relator’s counsel is based. *See* ECF No. 500. Relator argues no attorney in eastern Washington possessed the skills or experience in FCA litigation to successfully prosecute

1 Relator's claims. *Id.* at 18; *see also* ECF No. 505 at 2; ECF No. 508 at 11–14. In
2 fact, Relator states that when she first considered pursuing legal action against
3 Defendant, she initially consulted with local attorneys, who told her that she would
4 “need to look in Seattle or Portland.” ECF No. 502 at 2.

5 Defendant states that it “easily identified” attorneys in eastern Washington
6 with FCA experience “similar to or greater than Babbitt’s.” ECF No. 513 at 11. In
7 support, it offers several conclusory declarations of area lawyers who testify that
8 there are attorneys in this district capable of litigating major FCA cases. ECF No.
9 515 at 5; ECF No. 516 at 4; ECF No. 517 at 6. These declarations are insufficient
10 to support Defendant’s assertion that local counsel was available.³ ECF No. 513 at
11 11. Defendant also points to four FCA cases from this district, dating back to 1995,
12 involving eastern Washington attorneys. ECF No. 514-1 at 18–29. This evidence is
13 also insufficient to establish that local counsel was available to Relator, as none of
14 the cases appear to be as complex, contested, or drawn out as this litigation. *Id.*

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17 ³ Notably, *none* of the three proffered declarations can be read to support
18 Defendant’s assertion that it “easily identified” attorneys in eastern Washington
19 with FCA experience equivalent to—much less greater than—Mr. Babbitt’s. *See*
20 ECF No. 515 at 5 (attorney’s “former firm handled [FCA] actions in the past” and
attorney “consider[s his] current firm ... capable to handle such matters”); ECF No.
516 at 4 (attorney represented defendant in dismissed FCA matter and is
“processing” an FCA claim on behalf of a relator); ECF No. 517 at 6 (lawyer knows
“many attorneys” capable of handling FCA litigation; attorney’s partner handled
unspecified FCA litigation).

Moreover, the Court notes the inconsistency between Defendant’s argument that competent local counsel was available to represent Relator and the fact that Defendant too retained attorneys from Seattle—as well as Los Angeles and Washington, D.C. ECF Nos. 18, 353, 389. More striking yet, Defendant did not retain *a single* attorney from this district in its defense. Defendant was, and is, of course, free to hire the attorneys of its choosing, but its decisions in that regard undercut the claim that it “easily identified practitioners in the district with FCA experience similar to or greater than Babbitt’s.” ECF No. 513 at 11. Although not dispositive of the issue, this fact is certainly relevant to the Court’s finding that it was reasonable for Relator to retain counsel from Seattle.

Ultimately, Defendant fails to persuasively rebut Relator’s evidence that local counsel was unavailable. *See Gates*, 987 F.2d at 1406. The Court therefore finds that the relevant legal community from which to determine the prevailing market rate is Seattle, Washington.

ii. Prevailing market rate

The Court next turns to the “rate prevailing in the community for similar work performed by lawyers of reasonably comparable skill, experience, and reputation.” *Barjon*, 132 F.3d at 502. The prevailing market rate is usually established through declarations of comparable attorneys. *Camacho*, 522 F.3d at 980; *see also Blum v. Stenson*, 465 U.S. 886, 895 n.11 (1984) (requiring production of “satisfactory

evidence—in addition to the attorney’s own affidavits—that the requested rates are in line with those prevailing in the community”). While the fee applicant bears the burden of establishing a reasonable hourly rate, the opposing party may present evidence challenging the accuracy or reliability of the fee applicant’s proposed market rate. *Camacho*, 523 F.3d at 980.

Relator asks the Court to award fees at an hourly rate of \$800 for Mr. Babbitt and at a lesser rate for several associates and paralegals. *See* ECF No. 529 at 28. Defendant, in stark contrast, contends that an hourly rate of \$320 for Mr. Babbitt is reasonable.⁴ *See* ECF No. 514-1 at 57. After considering the arguments of counsel and the record in this matter, the Court concludes that an hourly rate of \$600 for Mr. Babbitt is appropriate.

Relator seeks to justify an \$800 hourly rate primarily by the declarations of several Seattle attorneys. ECF No. 500 at 20–22. The Court finds two of those declarations persuasive in determining a reasonable rate for Mr. Babbitt in the Seattle legal market. *Camacho*, 523 F.3d at 980. The attorneys, both partners in Washington law firms with evident standing in the legal community, state that Mr. Babbitt could command an hourly rate for complex litigation work of approximately \$600. ECF No. 505 at 3 (\$600–\$650); ECF No. 506 at 4 (\$600). Relator then argues,

⁴ Because Defendant asked the Court to apply the prevailing hourly rate for eastern Washington, it made no argument regarding what the prevailing hourly rate in Seattle.

1 and the two attorneys agree, that Mr. Babbitt should be compensated at a higher
2 hourly rate in light of the risk inherent in litigating on a contingent-fee basis. ECF
3 No. 500 at 22; ECF No. 505 at 3; ECF No. 506 at 4.

4 The Court, however, holds that it would inappropriate to consider contingent
5 risk in awarding attorney fees under § 3730(d). In *Dague*, the Supreme Court held
6 that it was error to account for contingent risk when calculating attorney fees under
7 various environmental statutes, noting that “enhancement for contingency would
8 likely duplicate in substantial part factors already subsumed in the lodestar.” 505
9 U.S. at 562–63. The Supreme Court there observed that the language of the
10 provisions at issue “is similar to that of many other federal fee-shifting statutes,”
11 and held that its “case law construing what is a ‘reasonable’ fee applies uniformly
12 to all of them.” *Id.* at 562 (citing *Flight Attendants v. Zipes*, 491 U.S. 754, 758, n.2
13 (1989)). Although the issue has not been conclusively decided in this circuit,⁵ the
14 Court finds no basis to exempt the FCA from the holding of *Dague*. *See also Gates*,
15 987 F.2d at 1403 (“[I]t is clear that contingency multipliers are no longer permitted
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17 ⁵ In the only occasion the Ninth Circuit has had to consider the issue, the panel
18 found it unnecessary to decide whether the FCA should be exempted from the
19 holding of *Dague*. *See United States ex rel. Sant v. Biotronik, Inc.*, 716 F. App'x
20 590, 593 n.2 (9th Cir. 2017). Specifically, the panel wrote “we find no error in the
district court’s decision to reject ... a [contingency] lodestar multiplier,” which is
difficult to square with Relator’s claim that *Biotronik* “confirmed” the
“appropriateness in considering contingency in setting a market-based hourly rate.”
ECF No. 529 at 24.

1 under § 1988.”). Accordingly, the Court declines to consider the element of
2 contingent risk in determining a reasonable hourly rate, and concludes that an
3 hourly rate of \$600 is reasonable for Mr. Babbitt.

4 Defendant’s arguments in favor of a lower hourly rate are not persuasive. For
5 example, Defendant points to testimony by Mr. Babbitt that his firm bills his time
6 at an hourly rate of \$400. ECF No. 501 at 7. That rate appears to be applicable to
7 Mr. Babbitt’s non-FCA work, and the Court finds that Mr. Babbitt could reasonably
8 demand a premium for work on FCA cases in light of his experience and past
9 successes. *Id.* Defendant also points to invoices in which Mr. Babbitt billed Relator
10 at an hourly rate of between \$285 and \$320. ECF No. 513 at 11–12. But the work
11 reflected in those invoices was preliminary in nature and separate from the
12 substantive legal work on Relator’s FCA claims, for which Mr. Babbitt worked on
13 a contingent basis. *See, e.g.*, ECF No. 502-2 at 8 (“Edit letter; confer with client;
14 review changes; dictation; obtain cases”), 28 (“research . . . availability of
15 Defamation or other tort claims by Qui Tam Defendants”).

16 Accordingly, the Court finds that an hourly rate of \$600 is reasonable for an
17 attorney of Mr. Babbitt’s skill, experience, and past success in litigating FCA
18 claims. The Court also finds that reduced hourly rates for Mr. Babbitt’s associates
19 and paralegals are reasonable. Thus, the Court awards fees for the work of Mr. Matt
20 Adamson at an hourly rate of \$375, for the work of Messrs. Callan Cobb and Geoff

Palachuk at an hourly rate of \$315, and for the work of the firm’s paralegals at an hourly rate of \$180.

c. Reduction for Relator’s “Limited Success”

After arguing for a reduction to the lodestar to account for specific factors, Defendant urges the Court to reduce the overall award to “bring it under 10 percent of the total settlement amount” to account for Relator’s “limited success.” ECF No. 513 at 22. Defendant justifies this dramatic and arbitrary reduction by comparing the total liability it faced from Relator’s claims—\$8.5 billion from the intervened claims alone—with the amount for which it eventually settled, \$3.2 million. *Id.* Defendant’s argument fails for two reasons.

First, the lodestar is presumptively reasonable, and will only rarely be modified. *Camacho*, 523 F.3d at 982. Second, the fruits of Relator’s efforts—recovery of millions of taxpayer dollars, wrongly paid out to Defendant—can hardly be characterized as “miniscule.” ECF No. 513 at 22. The work of recovering those dollars required a nearly decade-long commitment by Relator and her attorneys, and for that, she is rightly entitled to a substantial award of attorney fees. Accordingly, the Court declines Defendant’s invitation to reduce the lodestar.

2. Fees Phase

Relator is also entitled to recover attorney fees incurred in litigating this fee application—so-called “fees on fees.” *Gonzalez v. City of Maywood*, 729 F.3d 1196, 1210 (9th Cir. 2013). The same lodestar method applies to this determination. *Id.*

a. Hours Expended

As of the time Relator filed her reply brief, she claims to have expended 533.7 attorney-hours, and 66.7 paralegal hours, in litigating her fee application. ECF No. 529 at 28. Relator retained counsel to represent her during the fees phase of this litigation. *See* ECF No. 500 at 12. Although the choice to do so was arguably reasonable in light of the significant sums at issue, the Court notes that Mr. Babbitt expended nearly three-quarters of the time fees counsel did during this period. *See* ECF No. 529 at 28. This serves to undercut Relator’s assertion that she was forced to retain counsel with specialized experience in fees litigation, *see* ECF No. 500 at 12, as Mr. Babbitt clearly did not hand the reins entirely to fees counsel.

Moreover, as Defendant points out, there are “inherent and immediate inefficiencies” when retaining counsel solely for fees litigation—the attorney must get up to speed on the facts of the underlying merits litigation before serving a useful role in the fees matter. Accordingly, because it appears that the choice to retain fees counsel was not entirely necessary to Relator’s success in this phase, the Court reduces the number of hours claimed by Relator for the fees phase of the litigation

1 by one-quarter to account for the inefficiency of retaining outside counsel, and
 2 awards fees for 400.3 attorney hours.

3 The Court will also reduce the number of hours reasonably expended to
 4 account for several instances of unnecessary conduct by fees counsel. *Hensley*, 461
 5 U.S. at 434. First, the Court reduces the award by 20 hours⁶ for each of two improper
 6 filings by Relator during the fees litigation. *See* ECF No. 477 (“Scheduling
 7 Conference Statement”); ECF No. 534 (“Objections” filing). Both were
 8 inappropriate attempts to advance substantive argument through improper filings,
 9 and both were struck by the Court. Second, the Court reduces the hours figure by
 10 2.5 hours to correct for at least two misleading assertions by Relator in briefing this
 11 matter.⁷ Accordingly, the Court finds that Relator is entitled to fees on fees for 357.8
 12 hours of attorney work, and 66.7 hours of work by paralegals.

13 **b. Reasonable Hourly Rates**

14 Relator seeks fees on fees at the same \$800 hourly rate she suggests is
 15 appropriate to compensate Mr. Babbitt for his work during the merits phase of the
 16

17 ⁶ 20 hours is the Court’s estimate of the time spent by fees counsel and Mr. Babbitt
 18 on each of the two improper filings, based on the Court’s review of the timesheets
 submitted by each. *See* ECF Nos. 530-1, 531-4.

19 ⁷ *Compare* ECF No. 501 at 5 (“In 2003 the Honorable Jeremy Fogel of the United
 20 States District Court for the Northern District of California awarded attorney fees
 based upon a lodestar hourly rate of \$425 per hour.”) *with* ECF No. 514-1 at 94
 (“[T]he Court concludes that an hourly rate of \$425 for Mr. Babbitt is excessive.”).
See also supra note 5.

litigation. ECF No. 529 at 28. For the reasons explained below, the Court finds that rate excessive, and instead awards fees at an hourly rate of \$400.

i. Relevant Community

Relator sets forth no persuasive argument for deviating from the forum rule in setting a reasonable hourly rate for fees counsel or Mr. Babbitt's efforts during fees litigation. *Barjon*, 132 F.3d at 500. In contrast to work on the merits phase of the litigation, Relator does not suggest that the community of attorneys capable of litigating the issue of attorney fees is small, or that none practice in this district. Accordingly, the Court finds the relevant community is eastern Washington. *Id.*

ii. Prevailing Market Rate

Relator submitted little to no evidence on the question of the prevailing market rate in eastern Washington. Defendant, on the other hand, persuasively argues that experienced litigation partners practicing at firms in the region command fees at a rate of between \$300 and \$400 per hour. *See* ECF Nos. 515–17. Accordingly, the Court finds that an hourly rate of \$400⁸ is reasonable for Relator's attorneys' work pursuing fees on fees.⁹

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⁸ The Court also finds that \$400 per hour is reasonable considering the rate at which Mr. Babbitt bills for non-FCA litigation matters. ECF No. 501 at 7.

⁹ As with the merits phase, the Court finds that \$180 is a reasonable hourly rate for the work of paralegals at Mr. Babbitt's firm.

3. Total Attorney Fees Award

In light of the foregoing, the Court awards Relator attorney fees as follows:

Merits Phase

<u>Timekeeper</u>	<u>Role</u>	<u>Hours</u>	<u>Rate</u>	<u>Amount</u>
Bruce P. Babbitt	Attorney	1864.5	\$600	\$1,118,700
Matt T. Adamson	Attorney	140.4	\$375	\$52,650
Callan J. Cobb	Attorney	8.75	\$315	\$2756.25
Geoff F. Palachuk	Attorney	2.75	\$315	\$866.25
Jessica C. Leonard	Paralegal	179.4	\$180	\$32,292
Erika L. Trask	Paralegal	31.55	\$180	\$5679
Laura M. Kondo	Paralegal	1.9	\$180	\$342
			<u>Total</u> ¹⁰	\$1,068,285.50

Fees Phase

<u>Timekeeper</u>	<u>Role</u>	<u>Hours</u>	<u>Rate</u>	<u>Amount</u>
Bruce P. Babbitt	Attorney	147.9 ¹¹	\$400	\$59,160
Jeremy Friedman	Attorney	209.9 ¹¹	\$400	\$83,960
Evan C. Heaney	Paralegal	66.2	\$180	\$11,916
Kelli Chapman	Paralegal	0.2	\$180	\$36
Taylor Waggoner	Paralegal	0.25	\$180	\$45
			<u>Total</u>	\$155,117.00

These calculations result in an overall attorney fees award of \$1,223,402.50.

The Court is satisfied that this fee is reasonable and “sufficient to induce a capable attorney,” such as Mr. Babbitt, to “undertake the representation of a meritorious”

¹⁰ Reduced by \$145,000 for Relator’s settlement with FE&C and Sage Tec. ECF No. 529 at 28.

¹¹ Claimed amounts, *see* ECF No. 529 at 28, reduced equally by 25%, and again by one-half of the Court’s 42.5 hour reduction for counsel’s improper conduct, rounded to the nearest one-tenth hour.

1 FCA claim, *Perdue*, 559 U.S. at 542, 552 (2010), and reflects both the level of
2 success he achieved and the time it took to do so, *Cal. Hwy. Patrol*, 712 F.3d at 460.

3 **B. Costs and Expenses**

4 In addition to attorney fees, Relator is entitled to recover from Defendant
5 “reasonable expenses which the court finds to have been necessarily incurred.” 31
6 U.S.C. § 3730(d)(1)–(2). Recoverable expenses include those paid “out-of-
7 pocket . . . which would normally be charged to a fee paying client.” *Chalmers v.*
8 *City of Los Angeles*, 796 F.2d 1205, 1216 n.7 (9th Cir. 1986), *as amended on denial*
9 *of reh’g*, 808 F.2d 1373 (9th Cir. 1987).

10 Relator requests \$204,614.82 in costs and expenses, and fees counsel
11 requests \$2682. *See* ECF No. 529 at 28. By and large, the Court finds the expenses
12 incurred reasonable in light of the duration of this litigation and Relator’s role in it.
13 *See, e.g.*, ECF No. 532 at 2; ECF No. 532-3 at 1 (expenses for office space¹² and
14 interns for document review). However, the Court finds some of the expenses,
15 although potentially reasonable, inadequately documented and explained. *See, e.g.*,
16 ECF No. 502-2 at 45–46 (\$10,392 to Koprince Law, LLC for “general matters”);
17 ECF No. 532-2 at 1 (twenty two-day trips to Seattle; opaque 49% “burden rate” for

18 _____
19 ¹² Puzzlingly, however, Relator apparently required only about one-fifth of the
20 office space for document storage after relocating in 2017. *See* ECF No. 532-3 at 1
(expenses for 960 sq. ft. between 2011–2016, but only for 200 sq. ft. after relocation
in 2017). Relator fails to explain what changed at that time, and this fact is included
in the Court’s 10% reduction to Relator’s expenses.

interns). The Court also notes that after Defendant identified several irregularities in the documentation of her expenses, Relator reduced the amount claimed by \$18,220. ECF No. 529 at 26. As such, the Court finds a further 10% reduction to Relator's expenses appropriate, and awards \$184,153.34. The Court also finds the expenses requested by fees counsel reasonable, except for the \$799 attributed to "Law Catalogue – NLJ Survey" which was obviously used in prior litigation. *See* ECF Nos. 531-5, 508-2. Accordingly, the Court awards an additional \$1883, for a total costs and expenses award of \$186,036.34.


Accordingly, **IT IS HEREBY ORDERED:**

1. Relator Salina Savage's Motion and Memorandum for an Award of Relator's Expenses, Attorneys' Fees, and Costs, **ECF No. 500**, is **GRANTED**.
2. Defendant Washington Closure Hanford LLC shall pay Relator Salina Savage a **total award of \$1,409,438.84**.
3. The Clerk's Office shall enter **JUDGMENT** in Relator's favor as follows:
 - A. **Attorney fees** in the amount of **\$1,223,402.50**.
 - B. **Costs and expenses** in the amount of **\$186,036.34**.
4. The Clerk's Office shall thereafter **CLOSE** this file.
5. Relator's Objections to Evidence Submitted In Opposition to Relator's

Fee Petition, **ECF No. 534**, is **STRICKEN**.

IT IS SO ORDERED. The Clerk's Office is directed to enter this Order and provide copies to all counsel.

DATED this 27th day of August 2019.



SALVADOR MENDOZA, JR.
United States District Judge